

CITY OF HARVEYVILLE, KANSAS  
Year Ended December 31, 2014

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CITY OF HARVEYVILLE, KANSAS  
Year Ended December 31, 2014

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## INDEPENDENT AUDITOR'S REPORT

To the Mayor and City Council  
City of Harveyville, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of City of Harveyville, Kansas, as of and for the year ended December 31, 2014 and the related notes to the financial statement.

### Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the Kansas Municipal Audit and Accounting Guide as described in Note 1 to meet the financial reporting requirements of the State of Kansas; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

### Auditors' Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant

To the Mayor and City Council  
City of Harveyville, Kansas

#### Auditors' Responsibility (Continued)

to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statement, the financial statement is prepared by the City of Harveyville to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

#### Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Harveyville as of December 31, 2014, or changes in financial position and cash flows thereof for the year then ended.

#### Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Harveyville as of December 31, 2014, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1.

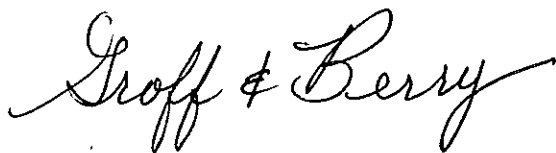
#### Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures and unencumbered cash

To the Mayor and City Council  
City of Harveyville, Kansas

Report on Supplementary Information (Continued)

balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis cash receipts and expenditures-actual and budget, schedule of regulatory basis cash receipts and expenditures-agency funds, (Schedules 1, 2 and 3 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of Kansas Municipal Audit and Accounting Guide. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on a basis as described in Note 1.

A handwritten signature in cursive script that reads "Groff & Berry". The signature is written in dark ink and is positioned above the date.

August 1, 2015

## CITY OF HARVEYVILLE, KANSAS

SUMMARY OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH  
REGULATORY BASIS

For the Year Ended December 31, 2014

| Funds  | Beginning<br>Unencumbered<br>Cash Balance | Cash<br>Receipts  | Expenditures      | Ending<br>Unencumbered<br>Cash Balance | Add:                                    |                        |
|--|---|-------------------|-------------------|--|---|------------------------|
|  |   |                   |                   |  | Encumbrances<br>and Accounts<br>Payable | Ending<br>Cash Balance |
| General Fund                                       | \$ 77,131                                 | \$ 70,771         | \$ 65,950         | \$ 81,952                              | \$ 1,757                                | \$ 83,709              |
| Special Purpose Funds:                             |   |                   |                   |  |   |                        |
| Special highway fund                               | <u>1,640</u>                              | <u>6,254</u>      | <u>7,875</u>      | <u>19</u>                              | <u>-</u>                                | <u>19</u>              |
| Capital project fund:                              |   |                   |                   |  |   |                        |
| Equipment reserve fund                             | <u>25,495</u>                             | <u>7,135</u>      | <u>13,118</u>     | <u>19,512</u>                          | <u>-</u>                                | <u>19,512</u>          |
| Business funds:                                    |   |                   |                   |  |   |                        |
| Water utility fund                                 | 72,768                                    | 88,148            | 91,646            | 69,270                                 | 4,226                                   | 73,496                 |
| Gas utility fund                                   | 175,676                                   | 101,527           | 107,757           | 169,446                                | 12,605                                  | 182,051                |
| Sewer utility fund                                 | 131,391                                   | 35,899            | 31,064            | 136,226                                | 729                                     | 136,955                |
| Solid waste utility fund                           | <u>12,385</u>                             | <u>17,637</u>     | <u>17,281</u>     | <u>12,741</u>                          | <u>1,452</u>                            | <u>14,193</u>          |
| Total business funds                               | \$ 392,220                                | \$ 243,211        | \$ 247,748        | \$ 387,683                             | \$ 19,012                               | \$ 406,695             |
| Total reporting entity<br>(excluding agency funds) | \$ <u>496,486</u>                         | \$ <u>327,371</u> | \$ <u>334,691</u> | \$ <u>489,166</u>                      | \$ <u>20,769</u>                        | \$ <u>509,935</u>      |
| Composition of cash:                               |   |                   |                   |  |   |                        |
| Cash in bank, First National Bank of Harveyville   |   |                   |                   |  |   | \$ 276,885             |
| Certificates of deposit                            |   |                   |                   |  |   | 233,669                |
| Petty cash   |   |                   |                   |  |   | <u>100</u>             |
| Total cash   |   |                   |                   |  |   | \$ 510,654             |
| Less: Agency funds per Schedule 3                  |   |                   |                   |  |   | <u>719</u>             |
| Total reporting entity (excluding agency funds)    |   |                   |                   |  |   | \$ <u>509,935</u>      |

The accompanying notes are an integral part  
of this financial statement.

CITY OF HARVEYVILLE, KANSAS

NOTES TO FINANCIAL STATEMENT

1 - Summary of Significant Accounting Policies

a. Reporting Entity

The City of Harveyville, Kansas is a municipal corporation governed by an elected six-member council. The financial statement presents the City of Harveyville, Kansas as the primary government. There are no component units.

b. Regulatory Basis of Fund Types

General fund - the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose fund - used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Bond and Interest fund - used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Capital Project fund - used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

Business fund - funds financed in whole or in part by fees charged to users of the goods or services (i.e. water fund, electric fund, etc.).

Trust fund - funds used to report assets held for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

Agency fund - funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, county treasurer tax collection accounts, etc.).

c. Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

CITY OF HARVEYVILLE, KANSAS

NOTES TO FINANCIAL STATEMENT  
(Continued)

1 - Summary of Significant Accounting Policies (Continued)

c. Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America (Continued)

The City has approved a resolution in compliance with K.S.A. 75-1120a (c), waiving the requirement for application of generally accepted accounting principles and allowing the City to use the regulatory basis of accounting.

d. Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds, (unless specifically exempted by statute), bond and interest funds, capital project fund, business funds and fiduciary funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in the local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this year.

The statutes permit transferring budget amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. As shown on Schedule 1, the City received a Appropriation from the State of Kansas which is an adjustment to the Certified budget. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the statutory basis of accounting in which revenues are recognized when cash is received and expenditures include disbursements, accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.



CITY OF HARVEYVILLE, KANSAS

NOTES TO FINANCIAL STATEMENT  
(Continued)

1 - Summary of Significant Accounting Policies (Continued)

d. Budgetary Information (Continued)

A legal operating budget is not required for capital project funds and agency and trust funds. Spending in funds which are not subject to the legal annual operating budget requirements are controlled by Federal regulations, other statutes or by the use of internal spending limits established by the governing body.

e. Vacation Benefits

Under the terms of the City's personnel policy, City employees are granted vacation leave in varying amounts. These unrecorded accrued vacation leave benefits are not expected to have a material impact on the financial statements in any one year.

2 - Deposits and Investments

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices.

*Concentration of credit risk.* State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

*Custodial credit risk-deposits.* Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the Government's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City has not designated "peak periods."

## CITY OF HARVEYVILLE, KANSAS

NOTES TO FINANCIAL STATEMENT  
(Continued)2 - Deposits and Investments (Continued)

At December 31, 2014, the City's carrying amount of deposits was \$ 510,555 and the bank balance was \$ 510,978. The bank balance was principally held by one bank resulting in a concentration of credit risk. Of the total bank balance, \$ 250,000 was covered by federal depository insurance, \$ 260,555 was collateralized with securities held by the pledging financial institution's agents in the City's name, with a market value of approximately \$ 248,000. At December 31, 2014 unsecured deposits totaled \$ 12,555.

3 - Long-term Debt

The following is a detailed listing of the City's long-term debt:

| <u>Issued</u>           | <u>Interest<br/>Rates</u> | <u>Date of<br/>Issue</u> | <u>Amount of<br/>Issue</u> | <u>Date of<br/>Final<br/>Maturity</u> |
|-------------------------|---------------------------|--------------------------|----------------------------|---------------------------------------|
| Revolving loans:        |                           |                          |                            |                                       |
| Water pollution control | 3.10%                     | 09-01-03                 | \$ 138,000                 | 03-01-24                              |

Changes in long-term liabilities for the City for the year ended December 31, 2014 were as follows:

| <u>Issued</u>           | <u>Balance,<br/>Beginning<br/>of Year</u> | <u>Additions</u> | <u>Reductions/<br/>Payments</u> | <u>Balance,<br/>End of<br/>Year</u> |
|-------------------------|---|------------------|---------------------------------|-------------------------------------|
| Revolving loans:        |   |                  |                                 |                                     |
| Water pollution control | \$ <u>4,685</u>                           | \$ <u>-</u>      | \$ <u>406</u>                   | \$ <u>4,279</u>                     |

## CITY OF HARVEYVILLE, KANSAS

NOTES TO FINANCIAL STATEMENT  
(Continued)3 - Long-term Debt (Continued)

Current maturity of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

| <u>Year</u> | <u>Revolving Loans Payable</u> |   |                 |
|-------------|--------------------------------|---|-----------------|
|             | <u>Principal</u>               | <u>Interest<br/>and<br/>Service Fee</u> | <u>Total</u>    |
| 2015        | \$ 419                         | \$ 129                                  | \$ 548          |
| 2016        | 432                            | 116                                     | 548             |
| 2017        | 446                            | 102                                     | 548             |
| 2018        | 460                            | 88                                      | 548             |
| 2019        | 473                            | 69                                      | 542             |
| 2020 - 2023 | <u>2,049</u>                   | <u>149</u>                              | <u>2,198</u>    |
| Total       | <u>\$ 4,279</u>                | <u>\$ 653</u>                           | <u>\$ 4,932</u> |

4 - Interfund Transfers

Operating transfers were as follows:

| <u>From</u>        | <u>To</u>              | <u>Regulatory<br/>Authority</u> | <u>Amount</u> |
|--------------------|------------------------|---------------------------------|---------------|
| General fund       | Equipment reserve fund | K.S.A. 40-234                   | \$ 4,000      |
| Sewer utility fund | Equipment reserve fund | K.S.A. 40-234                   | 3,000         |

5 - Defined Benefit Pension Plan

The City of Harveyville, Kansas participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by Kansas law. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S. Kansas Avenue, Suite 100, Topeka, Kansas 66603) or by calling 1-888-275-5737.

CITY OF HARVEYVILLE, KANSAS

NOTES TO FINANCIAL STATEMENT  
(Continued)

5 - Defined Benefit Pension Plan (Continued)

*Funding Policy.* K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. Effective July 1, 2009 KPERS has two benefit structures and funding depends on whether the employee is a Tier 1 or a Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate at 5% of covered salary for Tier 1 members and at 6% for Tier 2 members. The employer collects and remits member-employee contributions according to the provisions of Section 414(h) of the Internal Revenue Code. Kansas law provides that the employer contribution rate be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. Kansas law sets a limitation on annual increased in the employer contribution rates.

6 - Contingencies

In the normal course of operations, the City receives grant funds from various State and Federal agencies. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any liability for reimbursement which may arise as the result of these audits is not believed to be material.

7 - Subsequent Events

Management has reviewed subsequent events through August 1, 2015.

CITY OF HARVEYVILLE, KANSAS

REGULATORY - REQUIRED

SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED DECEMBER 31, 2014

CITY OF HARVEYVILLE, KANSAS  
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS  
(BUDGETED FUNDS ONLY)  
For the Year Ended December 31, 2014

| Funds   | Certified<br>Budget | Adjustment for<br>Qualifying<br>Budget Credits | Total Budget<br>for Comparison | Expenditures<br>Chargeable to<br>Current Year | Variance -<br>Favorable<br>(Unfavorable) |
|---|---------------------|--|--------------------------------|---|--|
| General fund                                    | \$ <u>131,212</u>   | \$ <u>-</u>                                    | \$ <u>131,212</u>              | \$ <u>65,950</u>                              | \$ <u>65,262</u>                         |
| Special Purpose fund:<br>Special Highway fund   | <u>10,911</u>       | <u>-</u>                                       | <u>10,911</u>                  | <u>7,875</u>                                  | <u>3,036</u>                             |
| Capital project fund:<br>Equipment reserve fund | <u>37,313</u>       | <u>-</u>                                       | <u>37,313</u>                  | <u>13,118</u>                                 | <u>24,195</u>                            |
| Business funds:                                 |                     |  |                                |   |  |
| Water Utility fund                              | 155,448             | -  | 155,448                        | 91,646  | 63,802                                   |
| Gas Utility fund                                | 304,167             | -  | 304,167                        | 107,757                                       | 196,410                                  |
| Sewer Utility fund                              | 121,000             | -  | 121,000                        | 31,064  | 89,936                                   |
| Solid Waste Utility fund                        | <u>24,075</u>       | <u>-</u>                                       | <u>24,075</u>                  | <u>17,281</u>                                 | <u>6,794</u>                             |
| Total Business funds                            | \$ <u>604,690</u>   | \$ <u>-</u>                                    | \$ <u>604,690</u>              | \$ <u>247,748</u>                             | \$ <u>356,942</u>                        |

See Independent Auditor's Report.

## CITY OF HARVEYVILLE, KANSAS

GENERAL FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES -  
 ACTUAL AND BUDGET  
 REGULATORY BASIS  
 For the Year Ended December 31, 2014

|                                    | <u>Actual</u>    | <u>Budget</u>     | Variance -<br>Favorable<br>(Unfavorable) |
|------------------------------------|------------------|-------------------|--|
| Cash receipts:                     |                  |                   |  |
| Taxes and shared revenue:          |                  |                   |  |
| Ad valorem property tax            | \$ 33,113        | \$ 36,825         | \$ (3,712)                               |
| Delinquent                         | 1,906            | 200               | 1,706                                    |
| Motor vehicle                      | 8,343            | 8,136             | 207                                      |
| Recreational vehicle tax           | 212              | 206               | 6  |
| 16/20M vehicle tax                 | 59               | 18                | 41                                       |
| Commercial vehicle fees            | 210              | -                 | 210                                      |
| Sales tax                          | 10,672           | 9,000             | 1,672                                    |
| Licenses, fines and fees           | 115              | 800               | (685)                                    |
| Franchise tax                      | 7,774            | 6,000             | 1,774                                    |
| Interest                           | 433              | 500               | (67)                                     |
| Other                              | 5,727            | 1,000             | 4,727                                    |
| Utility sales tax                  | 2,207            | 2,000             | 207                                      |
| Transfers                          | <u>-</u>         | <u>20,000</u>     | <u>(20,000)</u>                          |
| Total cash receipts                | <u>70,771</u>    | <u>\$ 84,685</u>  | <u>\$ (13,914)</u>                       |
| Expenditures:                      |                  |                   |  |
| General government:                |                  |                   |  |
| Personal services                  | 21,810           | \$ 21,500         | \$ (310)                                 |
| Contractual                        | 12,470           | 15,000            | 2,530                                    |
| Commodities                        | 19,113           | 15,000            | (4,113)                                  |
| Capital outlay                     | -                | 56,164            | 56,164                                   |
| Sales tax                          | 2,081            | 2,500             | 419                                      |
| Other                              | -                | 748               | 748                                      |
| Street department:                 |                  |                   |  |
| Contractual                        | 454              | 8,000             | 7,546                                    |
| Parks                              | 1,131            | 3,300             | 2,169                                    |
| Street lighting                    | 4,891            | 5,000             | 109                                      |
| Transfers:                         |                  |                   |  |
| Equipment reserve                  | <u>4,000</u>     | <u>4,000</u>      | <u>-</u>                                 |
| Total expenditures                 | <u>65,950</u>    | <u>\$ 131,212</u> | <u>\$ 65,262</u>                         |
| Receipts over (under) expenditures | 4,821            |                   |  |
| Unencumbered cash, beginning       | <u>77,131</u>    |                   |  |
| Unencumbered cash, ending          | <u>\$ 81,952</u> |                   |  |

See Independent Auditor's Report.

## CITY OF HARVEYVILLE, KANSAS

## SPECIAL PURPOSE FUND

## SPECIAL HIGHWAY FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES -

## ACTUAL AND BUDGET

## REGULATORY BASIS

For the Year Ended December 31, 2014

|                                    | <u>Actual</u> | <u>Budget</u>    | Variance -<br>Favorable<br>(Unfavorable) |
|------------------------------------|---------------|------------------|--|
| Cash receipts:                     |               |                  |  |
| State payments                     | \$ 6,227      | \$ 6,120         | \$ 107                                   |
| Interest                           | <u>27</u>     | <u>40</u>        | <u>(13)</u>                              |
| Total cash receipts                | <u>6,254</u>  | <u>\$ 6,160</u>  | <u>\$ 94</u>                             |
| Expenditures:                      |               |                  |  |
| Personal services                  | 2,617         | \$ 2,500         | \$ (117)                                 |
| Commodities                        | <u>5,258</u>  | <u>8,411</u>     | <u>3,153</u>                             |
| Total expenditures                 | <u>7,875</u>  | <u>\$ 10,911</u> | <u>\$ 3,036</u>                          |
| Receipts over (under) expenditures | (1,621)       |                  |  |
| Unencumbered cash, beginning       | <u>1,640</u>  |                  |  |
| Unencumbered cash, ending          | <u>\$ 19</u>  |                  |  |

See Independent Auditor's Report.



## CITY OF HARVEYVILLE, KANSAS

CAPITAL PROJECT FUND  
EQUIPMENT RESERVE FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES -  
ACTUAL AND BUDGET  
REGULATORY BASIS  
For the Year Ended December 31, 2014

|                                    | <u>Actual</u>    | <u>Budget</u>    | Variance -<br>Favorable<br>(Unfavorable) |
|------------------------------------|------------------|------------------|--|
| Cash receipts:                     |                  |                  |  |
| Transfers                          | \$ 7,000         | \$ 14,000        | \$ (7,000)                               |
| Interest                           | <u>135</u>       | <u>-</u>         | <u>135</u>                               |
| Total cash receipts                | <u>7,135</u>     | <u>\$ 14,000</u> | <u>\$ (6,865)</u>                        |
| Expenditures:                      |                  |                  |  |
| Capital outlay                     | <u>13,118</u>    | <u>37,313</u>    | <u>24,195</u>                            |
| Total expenditures                 | <u>13,118</u>    | <u>\$ 37,313</u> | <u>\$ 24,195</u>                         |
| Receipts over (under) expenditures | (5,983)          |                  |  |
| Unencumbered cash, beginning       | <u>25,495</u>    |                  |  |
| Unencumbered cash, ending          | <u>\$ 19,512</u> |                  |  |

See Independent Auditor's Report.

## CITY OF HARVEYVILLE, KANSAS

BUSINESS FUNDS  
WATER UTILITY FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES -  
ACTUAL AND BUDGET  
REGULATORY BASIS  
For the Year Ended December 31, 2014

|                                    | <u>Actual</u>    | <u>Budget</u>     | Variance -<br>Favorable<br>(Unfavorable) |
|------------------------------------|------------------|-------------------|--|
| Cash receipts:                     |                  |                   |  |
| Consumer sales                     | \$ 86,264        | \$ 90,000         | \$ (3,736)                               |
| Penalties and connection fees      | 827              | 1,700             | (873)                                    |
| Interest                           | 352              | 450               | (98)                                     |
| Miscellaneous                      | <u>705</u>       | <u>-</u>          | <u>705</u>                               |
| Total cash receipts                | <u>88,148</u>    | <u>\$ 92,150</u>  | <u>\$ (4,002)</u>                        |
| Expenditures:                      |                  |                   |  |
| Water purchased                    | 31,790           | \$ 33,000         | \$ 1,210                                 |
| Personal services                  | 26,171           | 24,000            | (2,171)                                  |
| Supplies                           | 6,804            | 4,000             | (2,804)                                  |
| Professional fees                  | 7,837            | 4,000             | (3,837)                                  |
| Repairs                            | 2,458            | 2,400             | (58)                                     |
| Utilities                          | 2,791            | 2,600             | (191)                                    |
| Other                              | 5,377            | 2,000             | (3,377)                                  |
| Debt service                       | -                | 548               | 548                                      |
| Capital outlay                     | -                | 79,900            | 79,900                                   |
| Transfers                          | -                | 3,000             | 3,000                                    |
| Adjustment - prior year water      | <u>8,418</u>     | <u>-</u>          | <u>(8,418)</u>                           |
| Total expenditures                 | <u>91,646</u>    | <u>\$ 155,448</u> | <u>\$ 63,802</u>                         |
| Receipts over (under) expenditures | (3,498)          |                   |  |
| Unencumbered cash, beginning       | <u>72,768</u>    |                   |  |
| Unencumbered cash, ending          | <u>\$ 69,270</u> |                   |  |

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## CITY OF HARVEYVILLE, KANSAS

BUSINESS FUNDS  
GAS UTILITY FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES -  
ACTUAL AND BUDGET  
REGULATORY BASIS  
For the Year Ended December 31, 2014

|                                    | <u>Actual</u>     | <u>Budget</u>     | Variance -<br>Favorable<br>(Unfavorable) |
|------------------------------------|-------------------|-------------------|--|
| Cash receipts:                     |                   |                   |  |
| Consumer sales                     | \$ 99,478         | \$ 250,000        | \$ (150,522)                             |
| Penalties and connection fees      | 821               | 1,800             | (979)                                    |
| Interest                           | 947               | 1,500             | (553)                                    |
| Miscellaneous                      | <u>281</u>        | <u>2,000</u>      | <u>(1,719)</u>                           |
| Total cash receipts                | <u>101,527</u>    | <u>\$ 255,300</u> | <u>\$ (153,773)</u>                      |
| Expenditures:                      |                   |                   |  |
| Gas costs                          | 57,060            | \$ 180,000        | \$ 122,940                               |
| Personal costs                     | 26,171            | 25,000            | (1,171)                                  |
| Supplies                           | 7,184             | 6,000             | (1,184)                                  |
| Utilities                          | 3,243             | 4,000             | 757                                      |
| Professional fees                  | 7,427             | 6,000             | (1,427)                                  |
| Repairs                            | 4,453             | 6,000             | 1,547                                    |
| Other                              | 2,219             | 4,000             | 1,781                                    |
| Capital outlay                     | -                 | 59,167            | 59,167                                   |
| Transfers                          | <u>-</u>          | <u>14,000</u>     | <u>14,000</u>                            |
| Total expenditures                 | <u>107,757</u>    | <u>\$ 304,167</u> | <u>\$ 196,410</u>                        |
| Receipts over (under) expenditures | (6,230)           |                   |  |
| Unencumbered cash, beginning       | <u>175,676</u>    |                   |  |
| Unencumbered cash, ending          | <u>\$ 169,446</u> |                   |  |

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## CITY OF HARVEYVILLE, KANSAS

BUSINESS FUNDS  
SEWER UTILITY FUND  
SCHEDULE OF RECEIPTS AND EXPENDITURES -  
ACTUAL AND BUDGET  
REGULATORY BASIS  
For the Year Ended December 31, 2014

|                                    | <u>Actual</u>     | <u>Budget</u>     | Variance -<br>Favorable<br>(Unfavorable) |
|------------------------------------|-------------------|-------------------|--|
| Cash receipts:                     |                   |                   |  |
| User fees                          | \$ 34,060         | \$ 38,000         | \$ (3,940)                               |
| Interest                           | 731               | 800               | (69)                                     |
| Late charge                        | 827               | 2,500             | (1,673)                                  |
| Other                              | <u>281</u>        | <u>-</u>          | <u>281</u>                               |
| Total cash receipts                | <u>35,899</u>     | <u>\$ 41,300</u>  | <u>\$ (5,401)</u>                        |
| Expenditures:                      |                   |                   |  |
| Personal costs                     | 10,469            | \$ 12,000         | \$ 1,531                                 |
| Supplies                           | 3,225             | 5,000             | 1,775                                    |
| Utilities                          | 2,971             | 3,000             | 29                                       |
| Professional fees                  | 7,365             | 8,000             | 635                                      |
| Repairs                            | 1,814             | 8,000             | 6,186                                    |
| Other                              | 1,672             | 2,000             | 328                                      |
| Debt service                       | 548               | -                 | (548)                                    |
| Capital outlay                     | -                 | 70,000            | 70,000                                   |
| Transfers                          | <u>3,000</u>      | <u>13,000</u>     | <u>10,000</u>                            |
| Total expenditures                 | <u>31,064</u>     | <u>\$ 121,000</u> | <u>\$ 89,936</u>                         |
| Receipts over (under) expenditures | 4,835             |                   |  |
| Unencumbered cash, beginning       | <u>131,391</u>    |                   |  |
| Unencumbered cash, ending          | <u>\$ 136,226</u> |                   |  |

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## CITY OF HARVEYVILLE, KANSAS

BUSINESS FUNDS  
 SOLID WASTE UTILITY FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES -  
 ACTUAL AND BUDGET  
 REGULATORY BASIS  
 For the Year Ended December 31, 2014

|                                    | <u>Actual</u>    | <u>Budget</u>    | Variance -<br>Favorable<br>(Unfavorable) |
|------------------------------------|------------------|------------------|--|
| Cash receipts:                     |                  |                  |  |
| User fees                          | \$ 17,556        | \$ 16,000        | \$ 1,556                                 |
| Interest                           | <u>81</u>        | <u>90</u>        | <u>(9)</u>                               |
| Total cash receipts                | <u>17,637</u>    | <u>\$ 16,090</u> | <u>\$ 1,547</u>                          |
| Expenditures:                      |                  |                  |  |
| Contractual services               | 17,281           | \$ 20,000        | \$ 2,719                                 |
| Capital outlay                     | <u>-</u>         | <u>4,075</u>     | <u>4,075</u>                             |
| Total expenditures                 | <u>17,281</u>    | <u>\$ 24,075</u> | <u>\$ 6,794</u>                          |
| Receipts over (under) expenditures | 356              |                  |  |
| Unencumbered cash, beginning       | <u>12,385</u>    |                  |  |
| Unencumbered cash, ending          | <u>\$ 12,741</u> |                  |  |

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## CITY OF HARVEYVILLE, KANSAS

## AGENCY FUND

## LEVEL PAYMENT FUND (NOT BUDGETED)

## SCHEDULE OF RECEIPTS AND EXPENDITURES

For the Year Ended December 31, 2014

|                                    | <u>Actual</u>        |
|------------------------------------|----------------------|
| Cash receipts:                     |                      |
| Payments                           | \$ <u>22,886</u>     |
| Total cash receipts                | <u>22,886</u>        |
| Expenditures:                      |                      |
| Payments to utility funds          | <u>24,541</u>        |
| Total expenditures                 | <u>24,541</u>        |
| Receipts over (under) expenditures | (1,655)              |
| Unencumbered cash, beginning       | <u>2,374</u>         |
| Unencumbered cash, ending          | \$ <u><u>719</u></u> |

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